

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

SB 577 - HB 704

March 10, 2021

SUMMARY OF BILL: Exempts a person who installs an on-premises device, digital display, or other improvement to a property that is primarily intended to serve as advertising and does not receive compensation from the definition of “contractor” for the purposes of licensure under the Board for Licensing Contractors (BLC).

ESTIMATED FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- Pursuant to Tenn. Code Ann. § 54-21-102, an on-premises device is a sign that is located on the same parcel of property as the facility that owns the sign. A digital display is a changeable message sign that displays messages through electronic coding of lights but does not use or require mechanical rotating panels.
- It is not estimated that any contractors licensed under the BLC have obtained licensure for the sole purpose of installing signs, digital displays, or other advertising improvements to a property without receiving compensation.
- The proposed legislation will not reduce the number of licensed contractors under the BLC.
- Pursuant to Tenn. Code Ann. § 4-29-121, all regulatory boards are required to be self-sufficient over any two-year period. The BLC experienced a surplus of \$81,710 in FY18-19, a surplus of \$10,968 in FY19-20, and had a cumulative reserve balance of \$2,720,561 on June 30, 2020.

IMPACT TO COMMERCE:

NOT SIGNIFICANT

Assumptions:

- The proposed legislation will not reduce the number of licensed contractors under the BLC.
- No significant impact to jobs or commerce in Tennessee.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink that reads "Bojan Savic". The signature is written in a cursive, flowing style.

Bojan Savic, Interim Executive Director

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